

## Message Text

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ACTION EUR-12

INFO OCT-01 ISO-00 PM-05 EB-08 INR-07 SS-15 SP-02 L-03  
MC-02 EURE-00 ( ISO ) W  
-----060098 092335Z /50  
P 091448Z AUG 77  
FM AMEMBASSY LISBON  
TO SECSTATE WASHDC PRIORITY 2560

C O N F I D E N T I A L SECTION 1 OF 4 LISBON 6163

STADIS////////////////////////////////////

FOR EUR/WE

E.O. 11652: GDS  
TAGS: MASS, PO  
SUBJECT: ZERO BASED BUDGETING FOR FY 79 MILITARY  
ASSISTANCE PROGRAM FOR PORTUGAL

REF: (A) SMITH/OKUN LETTER OF JULY 15, 1977  
(B) LISBON 5434

1. FOLLOWING DATA MAY BE HELPFUL IN PUTTING TOGETHER THE  
FY 79 MILITARY ASSISTANCE SUBMISSION FOR PORTUGAL. WE  
HAVE IDENTIFIED FIVE "DECISION PACKAGES": OPTIMUM  
LEVEL, REQUIRED LEVEL, CURRENT LEVEL, INTERMEDIATE LEVEL,  
AND MINIMUM LEVEL.

2. OPTIMUM LEVEL:  
(A) ACTIVITY DESCRIPTION: THIS LEVEL WILL ENABLE  
THE PORTUGUESE ARMED FORCES TO:  
-- COMPLETE EQUIPPING OF THE NATO BRIGADE, TO INCLUDE  
LIMITED MAINTENANCE FLOAT OF CRITICAL ITEMS.  
-- PROCURE ONE C-130 AIRCRAFT TO COMPLETE THE TOTAL  
OF SIX C-130'S REQUIRED TO SUPPORT THE BRIGADE.  
-- PROCURE SIX F-5E AIRCRAFT TO PROVIDE CLOSE AIR  
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SUPPORT FOR THE BRIGADE.  
-- PROCURE SIX T-38 AIRCRAFT FOR USE IN PAF PILOT  
TRAINING.  
-- BEGIN MODERNIZATION OF THE PORTUGUESE NAVY  
BY UPGRADING THE DEALEY CLASS FRIGATES.  
THIS LEVEL WOULD KEEP THE CURRENT INVENTORY  
OF MILITARY EQUIPMENT OPERATIONAL AND PERMIT

ACQUISITION OF NEW ITEMS, INCLUDING APC'S, ANTI-TANK  
WEAPONS, HOWITZERS, TANKS, AIRCRAFT.

(B) RESOURCE REQUIREMENTS:

MAJOR	QTY	COST(MILLIONS)	
HOWITZER, 155MM M109A1B	8	3.7	
LAUNCHER, ARMORED VEHICLE, BRIDGE	2	2.0	
BRIDGE, AVL	4	.4	
TANK, M48A5	13	5.0	
APC, M113A1	45	3.4	
SPECIAL PURPOSE VEHICLES	40	2.0	
WHEELED VEHICLES	175	3.5	
TOW MISSILES	.3		
DRAGON ATGM SYSTEM		1.0	
ENGINEER EQUIPMENT		1.0	
MEDICAL EQUIPMENT		.5	
COMMUNICATIONS EQUIPMENT (ARMY)		.8	
OTHER SUPPORT EQUIPMENT		2.0	
CONCURRENT SPARE PARTS		.5	
GRANT COST OF SIX T-38 AIRCRAFT		5.6	
C-130 AIRCRAFT AND SPARES	1	9.8	
SAFETY OF FLIGHT MODIFICATIONS AND TECHNICAL PUBLICATIONS		.3	
SPARE PARTS FOR PAF COMM AND RADAR EQUIPMENT		.1	
F-5E AIRCRAFT	6	18.0	
PAF/BRIGADE COMMUNICATIONS INTERFACE		3.0	
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UPDATE DEALEY FRIGATES:

COMMUNICATIONS	2.5	
ELECTRONICS UPGRADE DEALEY FRIGATE	4.6	
EW	.4	
MK92 MODI GUNFIRE CONTROL SYSTEM	4.0	
MK63 GFCS SPARE PARTS	2.1	
TORPEDO TUBE CONVERSION	.4	
TOTAL	76.9	
TRAINING - IMET	3.7	

3. REQUIRED LEVEL: THIS IS THE LEVEL SUBMITTED IN THE  
FY 79 MAP ASSESSMENT (REF B).

(A) ACTIVITY DESCRIPTION: THIS LEVEL WILL ENABLE  
THE PORTUGUESE ARMED FORCES TO:

- COMPLETE EQUIPPING OF THE NATO BRIGADE.
- PROCURE ONE C-130 AIRCRAFT TO COMPLETE THE TOTAL  
OF SIX C-130'S REQUIRED TO SUPPORT THE BRIGADE.
- PROCURE SIX T-38 AIRCRAFT FOR USE IN PAF PILOT  
TRAINING.

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ACTION EUR-12

INFO OCT-01 ISO-00 EURE-00 PM-05 EB-08 INR-07 SS-15  
SP-02 L-03 MCE-00 /053 W  
-----055311 091927Z /50

P 091448Z AUG 77

FM AMEMBASSY LISBON

TO SECSTATE WASHDC PRIORITY 2561

C O N F I D E N T I A L SECTION 2 OF 4 LISBON 6163

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FOR EUR/WE

-- PROVIDE COMMUNICATIONS UPGRADE OF THE DEALEY  
CLASS FRIGATES.

THIS LEVEL WOULD KEEP THE CURRENT INVENTORY OF MILITARY  
EQUIPMENT OPERATIONAL AND PERMIT ACQUISITION OF NEW  
ITEMS, INCLUDING APC'S, ANTI-TANK WEAPONS, HOWITZERS,  
TANKS, AND AIRCRAFT.

## (B) RESOURCE REQUIREMENTS:

MAJOR ITEMS	QTY	COST(MILLIONS)
HOWITZER, 155 MM M109A1B	8	3.7
LAUNCHER, ARMORED VEHICLE BRIDGE	2	2.0
BRIDGE, AVL	4	.4
TANK, M48A5	10	3.8
AP: M113A1	40	3.0
SPECIAL PURPOSE VEHICLES	30	1.5
WHEELED VEHICLES	150	3.0
TOW MISSILES	.3	
DRAGON ATGM SYSTEM		.8
ENGINEER EQUIPMENT		1.0
MEDICAL EQUIPMENT		.5
COMMUNICATIONS EQUIPMENT (ARMY)		.8

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OTHER SUPPORT EQUIPMENT 1.5

CONCURRENT SPARE PARTS			.5
GRANT COST OF SI/ 5-38 AIRCRAFT			5.6
C-130 AIRCRAFT AND SPARES	1		9.8
SAFETY OF FLIGHT MODIFICATIONS AND			
TECHNICAL PUBLICATIONS			.3
F-5E AIRCRAFT	6	18.0	
COMM UPDATE OF DEALEY FRIGATES			2.5
TOTAL		59.0	
TRAINING - IMET		3.0	

(C) OTHER INFORMATION: THIS LEVEL DOES NOT PROVIDE FOR MAINTENANCE FLOAT OF CRITICAL ITEMS FOR THE BRIGADE; AND IT PROVIDES ONLY VERY LIMITED UPGRADE OF NAVY VESSELS.

4. CURRENT LEVEL. THIS IS THE FY 78 MAP LEVEL WITH POSSIBLE 10 PERCENT ADDITION.

(A) ACTIVITY DESCRIPTION: THIS LEVEL WILL ENABLE THE PORTUGUESE ARMED FORCES TO:

- PROCURE CRITICAL ITEMS FOR THE NATO BRIGADE, BUT DOES NOT COMPLETE EQUIPPING THIS UNIT.
- PROCURE ONE C-130 AIRCRAFT WHICH WILL COMPLETE TOTAL OF SIX C-130'S REQUIRED TO SUPPORT THE BRIGADE.
- PROCURE SIX T-38 AIRCRAFT FOR PAF PILOT TRAINING.
- PROVIDE LIMITED COMMUNICATIONS EQUIPMENT FOR THE PORTUGUESE NAVY.

(B) RESOURCE REQUIREMENTS:

(CURRENT LEVEL)

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MAJOR ITEMS	QTY	COST(MILLIONS)
HOWITZER, 155MM M109A1B	8	3.7
LAUNCHER, ARMORED VEHICLE BRIDGE	2	2.0

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ACTION EUR-12

INFO OCT-01 ISO-00 EURE-00 PM-05 EB-08 INR-07 SS-15

SP-02 L-03 MC-02 ( ISO ) W

-----060701 100026Z /50

P 091448Z AUG 77

FM AMEMBASSY LISBON

TO SECSTATE WASHDC PRIORITY 2562

C O N F I D E N T I A L SECTION 3 OF 4 LISBON 6163

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FOR EUR/WE

PROVIDE FUNDS TO BEGIN UPGARDE OF THE DEALEY CLASS  
FRIGATES.

## 5. INTERMEDIATE LEVEL:

(A) ACTIVITY DESCRIPTION: THIS LEVEL WILL ENABLE  
THE PORTUGUESE ARMED FORCES TO:

-- PROCURE CRITICAL COMBAT EQUIPMENT FOR THE NATO  
BRIGADE.

-- CONTINUE THE LOAN OF THE SIX T-38 AIRCRAFT.

-- PROCURE LIMITED COMMUNICATION REPAIR PARTS FOR  
THE NAVY.

THIS LEVEL WILL KEEP CURRENT INVENTORY OF MILITARY  
EQUIPMENT OPERATIONAL AND PERMIT VERY LIMITED ACQUISITION  
OF NEW EQUIPMENT, INCLUDING ANTI-TANK WEAPONS AND  
HOWITZERS.

## (B) RESOURCE REQUIREMENTS:

MAJOR ITEMS	QTY	COST(MILLIONS)
HOWITZER, 155MM M109A1B	8	3.7
LAUNCHER, ARMORED VEHICLE BRIDGE	2	2.0
BRIDGE, AVL	3	.3
SPECIAL PURPOSE VEHICLES	6	.3
WHEELED VEHICLES	10	.2

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TOW MISSILES	.2	
DRAGON ATGM SYSTEM	.7	
ENGINEER EQUIPMENT	.3	
MEDICAL EQUIPMENT	.2	
COMMUNICATIONS EQUIPMENT (ARMY)	.3	
OTHER SUPPORT EQUIPMENT	.7	
CONCURRENT SPARE PARTS	.5	
LOAN COST T-38 AIRCRAFT	6	1.6
SAFETY OF FLIGHT MODIFICATIONS		
AND TECHNICAL PUBLICATIONS	.3	
SPARE PARTS FOR PAF COMM AND		

RADAR EQUIPMENT	.1
OTHER COMM EQUIPMENT (NAVY)	.1
TOTAL	11.5

TRAINING - IMET	1.7
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(C) OTHER INFORMATION: THIS LEVEL DOES NOT PROVIDE THE TANKS AND APC'S REQUIRED FOR THE TRAINING AND MAINTENANCE FLOAT FOR THE BRIGADE; IT DOES NOT PROVIDE ANY AIRCRAFT. IT DOES NOT PROVIDE FUNDS TO BEGIN UPGRADE OF THE DEALEY CLASS FRIGATES. THE LOAN OF THE SIX T-38 AIRCRAFT IS CONTINUED.

#### 6. MINIMUM LEVEL:

(A) ACTIVITY DESCRIPTION: THIS LEVEL WILL ENABLE THE PORTUGUESE ARMED FORCES TO:

- PROCURE CRITICAL COMBAT EQUIPMENT AND REPAIR PARTS FOR THE NATO BRIGADE.
- KEEP CURRENT INVENTORY OF MILITARY EQUIPMENT OPERATIONAL.
- PERMIT VERY LINAL.
- PERMIT VERY LIMITED ACQUISITION OF NEW EQUIPMENT, ANTI-TANK WEAPONS, AND HOWITZERS.

#### (B) RESOUCRE REQUIREMENTS:

MAJOR ITEMS	QTY	COST(MILLIONS)
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HOWITZER, 155M A109A1B	6	2.8
SPECIAL PURPOSE VEHICLES	6	.3
WHEELED VEHICLES	10	.2
TOW MISSILES	.2	
DRAGON ATGM SYSTEM		.7
ENGINEER EQUIPMENT		.2
MEDICAL EQUIPMENT		.2
COMMUNICATION EQUIPMENT (ARMY)		.2
OTHER SUPPORT EQUIPMENT		.7
CONCURRENT SPARE PARTS		.4
SAFETY OF FLIGHT MODIFICATIONS		
AND TECHNICAL PUBLICATIONS		.3
OTHER COMM EQUIPMENT (NAVY)		.1
TOTAL	6.3	

TRAINING - IMET	1.1
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(C) OTHER INFORMATION: THIS LEVEL PROVIDES ONLY THE MINIMUM ESSENTIAL ITEMS FOR THE NATO BRIGADE. IT DOES NOT PROVIDE FOR ANY AIRCRAFT NOR DOES IT CONTINUE THE LOAN OF THE T-38 AIRCRAFT.

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ACTION EUR-12

INFO OCT-01 ISO-00 EURE-00 PM-05 EB-08 INR-07 SS-15  
SP-02 L-03 MC-02 ( ISO ) W  
-----060725 100028Z /50

P 091448Z AUG 77  
FM AMEMBASSY LISBON  
TO SECSTATE WASHDC PRIORITY 2563

C O N F I D E N T I A L SECTION 4 OF 4 LISBON 6163

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FOR EUR/WE

7. INTERNATIONAL MILITARY EDUCATION AND TRAINING  
PROGRAM (IMETP): THE IMETP PROVIDES PROFESSIONAL  
MILITARY TRAINING TO APPROXIMATELY 40 OFFICERS IN U.S.  
MILITARY SCHOOLS AND TECHNICAL TRAINING NECESSARY TO  
OPERATE EQUIPMENT PROVIDED BY MAP TO APPROXIMATELY 150 MEN.

(A) OPTIMUM LEVEL: \$3.7 MILLION. THIS LEVEL  
PROVIDES PROFESSIONAL MILITARY EDUCATION, TECHNICAL  
TRAINING, UNDERGRADUATE PILOT AND TACTICAL AIR CREW TRAINING,  
MANAGEMENT TRAINING, MOBILE TRAINING TEAMS, BOOKS, MAPS, AND  
PUBLICATIONS, AND TRAINING AIDS AND DEVICES.

(B) REQUIRED AND CURRENT LEVEL: \$3.0 MILLION.  
THIS LEVEL PROVIDES PROFESSIONAL MILITARY EDUCATION,  
TECHNICAL TRAINING, UNDERGRADUATE PILOT AND TACTICAL AIRCREW  
TRAINING, MANAGEMENT TRAINING, MOBILE TRAINING TEAMS, BOOKS, MAPS,  
AND PUBLICATIONS, AND TRAINING AIDS AND DEVICES.

(C) INTERMEDIATE LEVEL: \$1.7 MILLION. THIS LEVEL  
PROVIDES PROFESSIONAL MILITARY EDUCATION, LIMITED  
TECHNICAL TRAINING AND MOBILE TRAINING TEAMS, MANAGEMENT  
TRAINING, AND LIMITED PUBLICATIONS AND TRAINING AIDS.  
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IT DOES NOT PROVIDE FOR UNDERGRADUATE PILOT TRAINING.

(D) MINIMUM LEVEL: \$1.1 MILLION. THIS LEVEL  
PROVIDES PROFESSIONAL MILITARY EDUCATION, VERY LIMITED  
TECHNICAL TRAINING AND MOBILE TRAINING TEAMS, AND VERY

LIMITED PUBLICATIONS AND TRAINING AIDS.

8. THE JUSTIFICATION FOR THE PROGRAM WE RECOMMEND -- THE  
REQUIRED LEVEL DESCRIBED ABOVE -- IS CONTAINED IN OUR  
FY 79 MILITARY ASSISTANCE ASSESSMENT (REF B). THE  
ASSESSMENT SHOULD ALSO BE DRAWN UPON IN PREPARING THE  
JUSTIFICATION FOR THE ALTERNATE PACKAGES.  
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## Message Attributes

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**Concepts:** MILITARY BUDGET, MILITARY ASSISTANCE PROGRAMS  
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**Copy:** SINGLE  
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**Disposition Approved on Date:**  
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**Disposition Date:** 22 May 2009  
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**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** n/a  
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**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
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**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** ZERO BASED BUDGETING FOR FY 79 MILITARY ASSISTANCE PROGRAM FOR PORTUGAL  
**TAGS:** MASS, PO, US  
**To:** STATE  
**Type:** TE  
**vdkgvwkey:** odbc://SAS/SAS.dbo.SAS\_Docs/3184635f-c288-dd11-92da-001cc4696bcc  
**Review Markings:**  
Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
22 May 2009  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009